



30 August 2018

ASX:AS1 – Coffin Bay Acquisition and Company Update

Coffin Bay Acquisition:

Angel Seafood Holdings Ltd (Angel/the Company) is pleased to announce it has entered into a contract to purchase one (1.0) hectare (Ha) of fully developed prime water located in the Central Aquaculture Zone of Coffin Bay from D & B Davies (vendors). The Company is purchasing the water for a total consideration of \$450,000 with 50% being paid on Completion Date (circa 30 Sept 18) and the remaining 50% being paid one calendar year after the Completion Date; Angel will have access to the water immediately. The vendors are providing the remaining 50% as finance to the Company on an interest free basis. The contract has no other material terms other than being subject to standard government transfer clauses.

This acquisition doubles Angel's current water holdings in the Central Zone of Coffin Bay, bringing the Company's holding to 2.0Ha in this Zone, and 6.75Ha across Coffin Bay. Given Angel's experience in the Zone, it is anticipated that the acquisition will increase overall oyster finishing production capacity for the Company by a further 15%.

Angel's CEO and founder, Zac Halman, commented:

"Angel has previously announced that it had enough water in Coffin Bay to build operations that are cash flow positive. This further water, located arguably in Coffin Bay's best performing zone, means the Company can continue to build scale to its operations."

Company Update:

Results: Angel will tomorrow release its preliminary final report for FY18. The Company is pleased to confirm, that despite the costs associated with its ASX listing, the result will be an improvement on the previous FY; which is in line with previous Company announcements.

Operations: The Company continues to experience strong demand for its Oysters. This has led to a further uplift in sales volumes, which will be reflected in the Company's next quarterly report to the market. The Company is currently continuing the expansion of its Coffin Bay oyster processing facility to cater for the anticipated increased volumes associated with Angel's growth plans.

Further Information:

Any questions or requests for further information should be directed via email to:
chairman@angelseafood.com.au

Ends.